

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: HB 203 HLS 11RS 282

Bill Text Version: REENGROSSED

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Table with 2 rows and 2 columns. Row 1: Date: June 14, 2011 4:04 PM, Author: GEYMANN. Row 2: Dept./Agy.: Statewide, Analyst: Evelyn McWilliams. Subject: Executive Official's Compensation Greater than Governor's

PUBLIC EMPLOYEES RE SEE FISC NOTE EX Page 1 of 1
Requires legislative approval for a state executive branch official or employee to receive compensation that exceeds the salary authorized by law for the governor by more than 20% with certain exceptions
Requires legislative approval for certain executive branch officials or employees in state government to receive compensation that exceeds more than 120% of the amount authorized for the governor. For approval, requires adoption of a concurrent resolution for each budget unit that specifically lists the particular positions within the budget unit and the amount and type of compensation approved for each such position, or by inclusion of such information in the general appropriation bill. Legislation does not require approval for existing compensation that exceed the limitation. Any increase in such compensation after June 30, 2011 requires approval. Provides a definition of compensation to include, but not limited to, salary and any housing allowance, travel or car allowance, expense allowance, or any other similar payment. Provides a definition of state official or employee which shall not include a professor, assistant professor, associate professor, physicist, Physician I through Physician V, health services physician, psychiatrist, anesthetist, head coach, assistant head coach, coach or assistant coach. Effective July 1, 2011.

Table with 7 columns: EXPENDITURES, 2011-12, 2012-13, 2013-14, 2014-15, 2015-16, 5 -YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total.
Table with 7 columns: REVENUES, 2011-12, 2012-13, 2013-14, 2014-15, 2015-16, 5 -YEAR TOTAL. Rows include State Gen. Fd., Agy. Self-Gen., Ded./Other, Federal Funds, Local Funds, and Annual Total.

EXPENDITURE EXPLANATION
The impact of the proposed legislation is indeterminable and is dependent upon legislative approval of individual's compensation in excess of \$156,000. The legislation provides for a procedure of notification and approval by the legislature of the compensation of certain state employees and officials whose compensation exceeds 120% of the governor's current salary of \$130,000 annually (\$130,000 x 120% = \$156,000). It is assumed that expenditures associated with whichever method is utilized for legislative approval, (a concurrent resolution for each budget unit or inclusion of such information in the general appropriations bill) are minimal and will be provided for with existing funds.
Based on information from the Department of Civil Service, there are currently 246 state officials or employees who meet the definition of state employee or official as provided for in this bill and whose salary alone is greater than 120% of the governor's salary or greater than \$156,000 annually. The majority of these employees (179) are employed within higher education. The Legislative Fiscal Office has no information regarding other forms of compensation such as housing allowance, travel or car allowance, expense allowance, or any other similar payment to these employees.

REVENUE EXPLANATION
There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate Dual Referral Rules House
[] 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} [] 6.8(F)1 >= \$500,000 Annual Fiscal Cost {S}
[] 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} [] 6.8(F)2 >= \$100,000 Annual SGF Cost {H&S}
[] 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}
Evan Brasseaux Staff Director